

July 12, 2017

TO: Arizona School Facilities Board

RE: New Sahuarita Unified School District K-8 School
Adjacent Ways Explanation

Dear Arizona School Facilities Board Review Committee,

We respectfully submit the following memo in order to explain the Sahuarita Unified School District's request for Adjacent Ways funding for its new K-8 school.

The District is requesting a total of \$2,000,000 in Adjacent Ways funding, to be assessed at a rate of \$1,000,000 per year over two years, in order to minimize the tax burden upon the residents of its District. The funding approval submittal includes only the draft documentation for the first year's fund request to Pima County for the 2017-2018 funds as that is all that the District has produced at this time.

While the cost estimates and related documents from CORE Construction and Swaim Associates submitted with this request add up to greater than \$2,000,000, the District has elected to limit its request to \$2,000,000 out of respect for the financial impact upon the Sahuarita community.

Please let me, or Scott Downs with the Sahuarita Unified School District, know if you have any questions regarding this approach.

Sincerely,



Kevin Barber, AIA
Principal

FY 2018 Truth in Taxation Work Sheet (A.R.S. §15-905.01)

1. FY 2018 Truth in Taxation Base Limit (from FY 2017TNT work sheet, line 3 + line 11)	\$ 0
2. Deduction for discontinued programs	
3. Adjusted FY 2018 TNT Base Limit	\$ 0

Primary Property Tax Rate
Related to Budgeted
Expenditures

FY 2018 Budgeted Expenditures

4. Desegregation (from Districtwide Desegregation Budget page 2, line 44 and page 3, line 70)	\$ 0	0.0000
5. Dropout Prevention (from page 1, line 28)	0	0.0000
6. Joint Career and Technical Education and Vocational Education Center (from Supplement page 1, line 20 and Supplement page 2, line 32)	0	0.0000
7. Small School Adjustment (from page 7, line 4, columns A and B)	\$ 0	0.0000

Adjustments for FY 2018 Expenditures

8. Desegregation, Dropout Prevention, and Joint Career and Technical Education and Vocational Education Center		
a. FY 2018 Total Actual Expenditures for programs above	\$ 0	
b. Sum of FY 2018 original budget amounts for programs above (from FY 2018 TNT work sheet, sum of lines 4, 5, and 6)	0	
c. Expenditures over/(under) original budget (line 8.a minus line 8.b)	\$ 0	
9. Small School Adjustment		
a. FY 2018 final budget for Small School Adjustment	\$ 0	
b. FY 2018 original budget for Small School Adjustment (from FY 2018 TNT work sheet, line 7)	\$ 0	
c. Amount over/(under) budget for Small School Adjustment (line 9.a minus line 9.b)	\$ 0	
10. Total (add lines 4 through 7 and line 8.c. and line 9.c.)	\$ 0	
11. Excess over Truth in Taxation Limit (1) (Line 10 minus line 3. If negative, enter zero.)	\$ 0	
12. Amount to be Levied in FY 2018 for Adjacent Ways pursuant to A.R.S. §15-995 (1)	\$ 1,000,000	0.0035
13. Amount to be Levied in FY 2018 for Liabilities in Excess of the Budget pursuant to A.R.S. §15-907 (1)	\$	0.0000

Calculations for Truth in Taxation Notice

A. Sum of lines 11, 12, and 13	\$ 1,000,000
B.1. Current Assessed Value	\$ \$285,070,259
B.2. (Line 3 divided by line B.1) x \$10,000	\$ 0.0000 (2)
C.1. Sum of lines 3, 11, 12, and 13	\$ 1,000,000
C.2. (Line C.1 divided by line B.1) x \$10,000	\$ 35.0791 (2)

- (1) If an amount on line 11, 12, or 13 is greater than zero, the district must publish a Truth in Taxation Hearing Notice as described in A.R.S. §15-905.01.
- (2) \$10,000 is used in these calculations to determine the amounts to include on the truth in taxation hearing notice for a \$100,000 home, as property taxes on residential properties are levied at 10% of the assessed valuation per A.R.S. §42-15003.

Office of the Pima County School Superintendent
FY2017-2018 School District Tax Rates and Levies

School District Name: Sahuarita Unified School District No. 30

Limited Net Assessed Valuation: \$285,070,259 Full Cash Net Assessed Valuation: \$291,722,068

PRIMARY TAX RATES AND LEVIES (A.R.S. §15-992, SUBSECTIONS B-F)

Applicable Qualifying Tax Rate (QTR):	\$	4.0468		
District Support Level (DSL):	\$	302,230,684.00	DSL Tax Rate:	\$ 106.0197
			Lesser of QTR or DSL Rate	\$ 4.0468

Transportation Support Level (TSL)	\$	1,740,567.00		
			TSL/TRCL Difference	\$ 0.2973
Transportation Revenue Control Limit (TRCL)	\$	2,588,012.99		

Desegregation		Desegregation Rate	\$	-
Tuition Loss		Tuition Loss Rate	\$	-
Small School Adjustment		Small School Rate	\$	-
Liabilities in Excess of School Budget		Liabilities Rate	\$	-
Adjacent Ways Truth in Taxation Amount	\$	1,000,000.00	Adjacent Ways Rate	\$ 0.3508
GPLET Amount Outside QTR		GPLET Rate	\$	-
Non-State Aid Districts Tax Judgements		Tax Judgements Rate	\$	-
Prior Year Cash Deficit		Cash Deficit Rate	\$	-

Revenue Control Limit	\$	303,078,129.99		
District Support Level	\$	302,230,684.00		
District Additional Assistance	\$	508,483.00		
Equalization Base Total:	\$	302,739,167.00		
Qualifying Tax Levy	\$	5,768,111.62		
Additional Tax Levy (§15-992.B)	\$	-	§15-992.B Tax Rate	\$ -

SECONDARY TAX RATES AND LEVIES (OVERRIDES & BONDS)

Maintenance & Operations (M&O) Override	\$	4,350,938.00	M&O Override Tax Rate	\$ 1.5263
Special Programs Override	\$	-	Special Programs Tax Rate	\$ -
District Additional Assistance (DAA) Override	\$	1,000,000.00	DAA Tax Rate	\$ 0.3508
Overrides Total Levy	\$	5,350,938.00	Overrides Total Tax Rate	\$ 1.8771

Class A Debt Service Cash (0103)	\$	-	Class B Debt Service Cash (0103)		
Class A Debt Service Investment (0106)			Class B Debt Service Investment (0106)		
Other Adjustments to Cash			Other Adjustments to Cash		
Cash Not Used to Reduce Debt Service Tax			Cash Not Used to Reduce Debt Service Tax		
Cash Subtotal	\$	-	Cash Subtotal	\$	-
Tuition Payments			Tuition Payments		
Transportation Fees			Transportation Fees		
Earnings on Investments			Earnings on Investments		
Other (Specify)			Other (Specify)		
Local Revenue Subtotal	\$	-	Local Revenue Subtotal	\$	-
Interfund Transfer In (5200)	\$	-	Interfund Transfer In (5200)	\$	-
Interfund Transfer Out (6930)	\$	-	Interfund Transfer Out (6930)	\$	-
Amount Available Before Property Tax	\$	-	Amount Available Before Property Tax	\$	-
Class A Debt Service Payment(s) Due	\$	-	Class B Debt Service Payment(s) Due	\$	7,151,721.00
Net Class A Debt Service Tax Levy	\$	-	Net Class B Debt Service Tax Levy	\$	7,151,721.00
Additional For Tax Delinquencies 2%	\$	-	Additional For Tax Delinquencies 2%	\$	148,755.80
Total Class A Debt Service Levy	\$	-	Total Class B Debt Service Levy	\$	7,300,476.80
Total Class A Debt Service Tax Rate	\$	-	Total Class B Debt Service Tax Rate	\$	2.5609

Preliminary Primary Tax Rate:	\$	4.6949		
Preliminary Primary Tax Levy:	\$	13,383,669		
Less Impact Aid to Reduce/Eliminate Tax Levy:	\$	-		
Maximum Allowable Tax Rate (§42-17151)	\$	-		
FINAL PRIMARY TAX RATE	\$	4.6949	TOTAL SECONDARY TAX RATE	\$ 4.4380
FINAL PRIMARY TAX LEVY	\$	13,383,669.23	TOTAL SECONDARY TAX LEVY	\$ 12,651,414.80
TOTAL 17-18 RATE	\$	9.1329		